SENATE BILL 3065 By Kyle

AN ACT to amend Tennessee Code Annotated, Title 5; Title 6; Title 7; Title 13 and Title 67, relative to local government funding.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 67, Chapter 4, is amended by adding the following language as a new part:

Section 67-4-2901. Engaging in the act of development is declared to be a privilege upon which incorporated municipalities, counties and metropolitan governments may levy an adequate facilities tax.

Section 67-4-2902.

- (a) The governing body of an incorporated municipality, county or metropolitan government seeking to levy an adequate facilities tax shall adopt an ordinance or resolution imposing such adequate facilities tax.
- (b) The governing body of an incorporated municipality, county or metropolitan government seeking to adjust or repeal an existing adequate facilities tax shall adopt an ordinance or resolution adjusting or repealing such adequate facilities tax.
- (c) Any ordinance or resolution pursuant to this section shall be approved by no less than a two-thirds (2/3) vote of the governing body imposing, adjusting or repealing such tax.

Section 67-4-2903. The provisions of this part shall in no manner repeal, modify, or interfere with the authority granted by any other public or private law. This part shall be deemed to create an additional and alternative method for incorporated

municipalities, counties and metropolitan governments to impose and collect taxes for the purpose of providing public facilities within such incorporated municipalities, counties and metropolitan governments. Any incorporated municipality, county or metropolitan government that has been granted authority by public or private law to impose an adequate facilities tax may adjust or repeal such tax in accordance with the provisions of §67-4-2902 without further authorization of the general assembly.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring

it.

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